

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF THE APPLICATION)
OF CAPITOL WATER CORP. TO USE) **CASE NO. CAP-W-03-1**
MONEY IN A SURCHARGE ACCOUNT TO)
RETIRE A LOAN EARLY) **NOTICE OF APPLICATION**
)
) **NOTICE OF MODIFIED**
) **PROCEDURE**
)
) **ORDER NO. 29376**

On September 30, 2003, Capitol Water Corp. filed an Application requesting Commission authorization to use money in a surcharge account to retire a loan early. Capitol Water states that it has \$100,000 in a surcharge account. The Company says this became possible because of two factors, the entire amount of the surcharge two loan has not been borrowed and the interest rate on it was reduced from 7% to 5.65%. Capitol Water proposes to use the money in the surcharge account to retire the surcharge one loan early. The Company states that this loan is expected to be paid August 1, 2004. The amount to pay this loan off is about \$63,000. The Company states that this would leave more than \$40,000 to satisfy surcharge two's obligations and surcharge one's uses for phosphate purchases, power, etc. The Company contends that by retiring surcharge one early, it believes that money can be saved on the interest charges and consumers' bills. The Company requests the Commission approve its Application quickly because it contends it is in the best interest of ratepayers.

NOTICE OF MODIFIED PROCEDURE

YOU ARE FURTHER NOTIFIED that the Commission has determined that the public interest may not require a formal hearing in this matter and will proceed under Modified Procedure pursuant to Rules 201 through 204 of the Idaho Public Utilities Commission's Rules of Procedure, IDAPA 31.01.01.201 through .204.

YOU ARE FURTHER NOTIFIED that any person desiring to state a position on this Application may file a written comment in support or opposition with the Commission within twenty-one (21) days from the service date of this Notice. The comment must contain a statement of reasons supporting the comment. Persons desiring a hearing must specifically

NOTICE OF APPLICATION
NOTICE OF MODIFIED PROCEDURE
ORDER NO. 29376

request a hearing in their written comments. Written comments concerning this Application shall be mailed to the Commission and the Capitol Water at the addresses reflected below:

Commission Secretary	H. Robert Price, President
Idaho Public Utilities Commission	Capitol Water Corporation
PO Box 83720	2626 Eldorado
Boise, ID 83720-0074	Boise, ID 83704

Street Address for Express Mail:

472 W. Washington Street
Boise, ID 83702-5983

These comments should contain the case caption and case number shown on the first page of this document. Persons desiring to submit comments via e-mail may do so by accessing the Commission's home page located at www.puc.state.id.us. Click the "Comments and Questions" icon, and complete the comment form, using the case number as it appears on the front of this document.

YOU ARE FURTHER NOTIFIED that if no written comments or protests are received within the time limit set, the Commission will consider this matter on its merits and enter its Order without a formal hearing. If written comments are received within the time limit set, the Commission will consider them and, in its discretion, may set the same for formal hearing.

YOU ARE FURTHER NOTIFIED that the Application together with supporting workpapers, testimonies and exhibits, have been filed with the Commission and are available for public inspection during regular business hours at the Commission offices and on the Commission's Website at www.puc.state.id.us under the "File Room" icon.

YOU ARE FURTHER NOTIFIED that all proceedings in this case will be held pursuant to the Commission's jurisdiction under Title 61 of the Idaho Code and that the Commission may enter any final Order consistent with its authority under Title 61.

YOU ARE FURTHER NOTIFIED that all proceedings in this matter will be conducted pursuant to the Commission's Rules of Procedure, IDAPA 31.01.01.000 *et seq.*

ORDER

IT IS HEREBY ORDERED that this Application be processed under Modified Procedure. Persons interested in submitting written comments regarding this matter should do so within 21 days of the service date of this Order.

DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 10th day of November 2003.


PAUL KJELLANDER, PRESIDENT


MARSHA H. SMITH, COMMISSIONER


DENNIS S. HANSEN, COMMISSIONER

ATTEST:


Jean D. Jewell
Commission Secretary

b1s/O:CAPW0301_jh